

BEFORE THE  
**Oil Conservation Commission**  
SANTA FE, NEW MEXICO  
March 14, 1956

IN THE MATTER OF:

CASE NOS. 1031 and 1032 (Contd.)

TRANSCRIPT OF PROCEEDINGS

**ADA DEARNLEY AND ASSOCIATES**  
COURT REPORTERS  
605 SIMMS BUILDING  
TELEPHONE 3-6691  
ALBUQUERQUE, NEW MEXICO

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
March 14, 1956

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IN THE MATTER OF: :

Application of Shell Oil Company and R. Olsen :  
Oil Company for an order approving a 240 acre :  
non-standard gas proration unit in exception :  
to Rule 5 (a) of the Special Rules and Regu- :  
lations for the Jalmat Gas Pool as set forth :  
in Order R-520. Applicants, in the above- :  
styled cause, seek an order establishing a 240 :  
acre non-standard gas proration unit consist- :  
ing of the W/2 W/2, SE/4 NW/4, and NE/4 SW/4 :  
of Section 36, Township 24 South, Range 36 East: Case No. 1031  
Lea County, New Mexico; said acreage to be :  
dedicated to Shell's State Well 1-A located :  
380 feet from the North and West lines of :  
Section 36, Township 24 South, Range 36 East, :  
Lea County, New Mexico. :

Application of Shell Oil Company and R. Olsen :  
Oil Company for an order approving a 200 acre :  
non-standard gas proration unit in exception :  
to Rule 5 (a) of the Special Rules and Regu- :  
lations for the Jalmat Gas Pool as set forth :  
in Order R-520. Applicants, in the above- :  
styled cause, seek an order establishing a 200 :  
acre non-standard gas proration unit consist- :  
ing of the NE/4 NW/4, N/2 NE/4, SE/4 NE/4 and : Case No. 1032  
NE/4 SE/4 of Section 36, Township 24 South, :  
Range 36 East, Lea County, New Mexico; said :  
acreage to be dedicated to R. Olsen Oil :  
Company's McKinney No. 1 Well located 660 feet :  
from the North and East lines of Section 36, :  
Township 24 South, Range 36 East, Lea County, :  
New Mexico. :

----- :  
BEFORE: :

Honorable John F. Simms, Jr.  
Mr. E. S. (Johnny) Walker  
Mr. William B. Macey

TRANSCRIPT OF HEARING

MR. MACEY: Before we proceed on to Case 1030, I wish to

announce that Cases 1031 and 1032 on the docket will be re-advertised for the month of April, due to an error in the March advertisement.

C E R T I F I C A T E

STATE OF NEW MEXICO )  
                                  : SS.  
COUNTY OF BERNALILLO )

I, THURMAN J. MOODY, do hereby certify that the foregoing and attached transcript of proceedings before the Oil Conservation Commission of the State of New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

WITNESS MY HAND, this, the 21st day of March, 1956.

  
Court Reporter

BEFORE THE  
**Oil Conservation Commission**  
SANTA FE, NEW MEXICO  
April 18, 1956

IN THE MATTER OF:

CASE NO. 1031 & 1032

TRANSCRIPT OF PROCEEDINGS

**ADA DEARNLEY AND ASSOCIATES**  
COURT REPORTERS  
605 SIMMS BUILDING  
TELEPHONE 3-6691  
ALBUQUERQUE, NEW MEXICO

BEFORE THE  
OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO  
April 18, 1956

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IN THE MATTER OF:

CASE NO. 1031: (Readvertisement) Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 240 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the above-styled cause, seek an order establishing a 240 acre non-standard gas proration unit consisting of the W/2 W/2, SE/4 NW/4, and NE/4 SW/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to Shell's State Well 1-A located 380 feet from the North and West lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

CASE NO. 1032: (Readvertisement) Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 200 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the above-styled cause, seek an order establishing a 200 acre non-standard gas proration unit consisting of the NE/4 NW/4, N/2 NE/4, SE/4 NE/4, and NE/4 SE/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to R. Olsen Oil Company's McKinney No. 1 Well located 660 feet from the North and East lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

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BEFORE:

Honorable John F. Simms, Jr.,  
Mr. E. S. (Johnny) Walker,  
Mr. A. L. Porter.

TRANSCRIPT OF HEARING

MR. PORTER: The next cases that we will consider will be Cases 1031 and 1032. Mr. Gurley.

MR. GURLEY: Application of Shell Oil Company and R. Olsen Oil

Company for an order approving a 240 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520, and, in Case No. 1032, Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 200 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520.

I would like, at this time, to read into the record a letter dated April 5th, 1956, directed to Mr. W. D. Girand, Jr., Box 278, Hobbs, New Mexico.

"Dear Mr. Girand:

"Reference is made to your letter of March 20th, 1956, in which on behalf of Mr. R. Olsen you requested a continuance of Cases Nos. 1301 and 1302.

"Since this office has received no objections to your request from the interested parties to which you sent copies of your letter, we will continue the cases to the May 16th hearing.

"Yours very truly, A. L. Porter, Jr., Acting Secretary-Director."

MR. PORTER: Is there any objections to the continuance of these cases at this time? Hearing no objections, Cases 1031 and 1032 will be continued until the May docket.

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BEFORE THE  
**Oil Conservation Commission**  
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE NO. 1031

TRANSCRIPT OF PROCEEDINGS

**ADA DEARNLEY AND ASSOCIATES**

COURT REPORTERS  
605 SIMMS BUILDING  
TELEPHONE 3-6691  
ALBUQUERQUE, NEW MEXICO

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
May 16, 1956

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IN THE MATTER OF:

Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 240 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicant's in the above-styled cause, seek an order establishing a 240 acre non-standard gas proration unit consisting of the W/2 W/2, SE/4 NW/4, and NE/4 SW/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to Shell's State Well 1-A located 380 feet from the North and West lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

Case No.  
1031

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BEFORE:

Mr. A. L. Porter  
Mr. E. S. (Johnny) Walker

TRANSCRIPT OF HEARING

MR. PORTER: The next case on the docket is Case No. 1031.  
Mr. Gurley.

MR. GURLEY: Case 1031 concerns the application of Shell Oil and R. Olsen for an order approving a non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool in Order R-520.

MR. NESTOR: Mr. Porter, I would like to ask that this case as well as the case following it, Case 1032, be continued to the June docket. We are now engaged in a testing program as the Commission knows, on the well being our State 1-A involved in Case 1031, and we will not complete our testing before the end of this

month. We feel we should be able in June to proceed with both of these cases.

MR. PORTER: Is there objection to the continuance of Cases 1031 and 1032? We will continue these cases to the June 14th hearing.

C E R T I F I C A T E

STATE OF NEW MEXICO )  
                                  : SS  
COUNTY OF BERNALILLO )

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 22nd day of May, 1956.

  
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Notary Public-Court Reporter

My commission expires:  
June 19, 1959.

MAIN OFFICE OCC

1956 JUN 29 PM 1:11

BEFORE THE  
**Oil Conservation Commission**  
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE NO. 1031, 1032

TRANSCRIPT OF PROCEEDINGS

DEARNLEY-MEIER AND ASSOCIATES  
COURT REPORTERS  
605 SIMMS BUILDING  
TELEPHONE 3-6691  
ALBUQUERQUE, NEW MEXICO

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
June 14, 1956

IN THE MATTER OF: -----

Application of Shell Oil Company and R Olsen Oil Company for an order approving a 240 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicant's in the above-styled cause, seek an order establishing a 240 acre non-standard gas proration unit consisting of the W/2 W/2, SE/4 NW/4, and NE/4 SW/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to Shell's State Well 1-A located 380 feet from the North and West lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

Case No.  
1031

Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 200 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the above-styled cause, seek an order establishing a 200 acre non-standard gas proration unit consisting of the NE/4 NW/4, N/2 NE/4, SE/4 NE/4 and NE/4 SE/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

Case No.  
1032

-----  
BEFORE:

Mr. A. L. Porter  
Mr. E. S. (Johnny) Walker  
Honorable John F. Simms, Jr.

TRANSCRIPT OF HEARING

MR. PORTER: The next case on the docket is Case 1031. I believe Case 1032 is a companion case.

MR. HOWARD: Paxton Howard. We have advised the Commission that certain tests are being made in connection with the well that is involved in the case in 1031 and also indirectly involved in

Case 1032. We do not wish to pursue this case at this time. We ask that this be dropped from the docket.

I might say we have also been requested by Olsen Oil in the 1032 to say that they do not want to pursue the matter and to have their case dismissed as the Commission sees fit. I ask the dimissal at this time of Case 1031, or the dismissal of or continuance of 1032 as the Commission sees fit.

MR. PORTER: Any objection to Mr. Howard's motion? The cases will be dismissed, both Cases 1031 and 1032 will be dismissed.

C E R T I F I C A T E

STATE OF NEW MEXICO )  
                                  : SS  
COUNTY OF BERNALILLO )

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 20th day of June, 1956.

*Ada Dearnley*  
\_\_\_\_\_  
Notary Public - Court Reporter

My commission expires:  
June 19, 1959.